

Capacity Capability Senior Task Force (CCSTF) Final Report

February 24, 2022

Issue Creation

Problem Statement (<u>https://pjm.com/-/media/committees-groups/task-forces/ccstf/postings/problem-statement.ashx</u>) and Issue Charge (<u>https://pjm.com/-/media/committees-groups/task-forces/ccstf/postings/issue-charge.ashx</u>) brought forward by PJM staff and approved at the March 26, 2020 Markets and Reliability Committee (MRC) <u>meeting</u>.

Issue Summary

The CCSTF worked to develop the provisions necessary to establish an ELCC method for calculating the capability of all limited duration resources, such as energy storage resources, and all Intermittent Resources, such as wind, solar, hydroelectric power with and without storage reservoirs and other renewable resources. The CCSTF also addressed the capability of hybrids in this effort. The provisions considered included, among other things:

- a. Timing of ELCC analysis for a given delivery year
- b. Allocation of ELCC capability of a resource class to a specific unit
- c. The simulated dispatch of energy storage resources and hybrid resources
- d. Determination of resource classes

The CCSTF had a Phase II and the group started discussion on these topics, but decided to move the work over to the Resource Adequacy Senior Task Force (RASTF).

Consensus-Based Issue Resolution Process

Number of Meetings and date range covering this topic: The CCSTF met 12 times from April 7, 2020 to August 17, 2020 to discuss this issue.

Non-Binding Poll Results: A few non-binding informational polls were taken to test consensus among the group. Vote Results: <u>https://pjm.com/-/media/committees-groups/committees/mrc/2020/20200831-special/20200831-item-01-1-ccstf-voting-results-presentation.ashx</u>

Final Matrix: <u>https://pjm.com/-/media/committees-groups/committees/mc/2020/20200917/20200917-item-01-2-ccstf-matrix-post-meeting-20200817.ashx</u>

1. Recommended Proposal: No Transition

https://pim.com/-/media/committees-groups/committees/mrc/2020/20200917/20200917-item-04-3-mainmotion-solution-package-a-presentation.ashx



Key characteristics of this package:

- 1. Specifies the ELCC methodology, including simulated dispatch of Energy Storage Resources, hydro with storage, & other limited duration resources.
- 2. Provides an annual reassessment of derate factors, performance factors, and ultimately Accredited UCAP values for all applicable resources.
- 3. Accredits resources based on their share of the total resource adequacy value of the entire class of such resources (i.e., an "Average ELCC" approach, as distinct from a "Marginal ELCC" approach).
- 4. Accommodates a diversity of resource classes, including new technology types such as 4-hour Energy Storage Resources and hybrids.

2. Alternate 1 Proposal: Joint Stakeholder Transition Package

https://pjm.com/-/media/committees-groups/committees/mrc/2020/20200917/20200917-item-04-4-ccstf-jointstakeholders-package-presentation.ashx

The Joint Stakeholder package consist of a minimum guaranteed floor ELCC rating by class for 10 Delivery Years and also included a transition mechanism.

3. Alternate 2 Proposal: Joint Stakeholder Transition Package with Amendment

This package has the same solutions as the Joint Stakeholder package, but with the following amendments: https://pim.com/-/media/committees-groups/committees/mrc/2020/20200917/20200917-item-04-4a-alternate-motion-amendment-to-joint-stakeholder-package.ashx

4. Standing Committee Results

https://pjm.com/-/media/committees-groups/committees/mrc/2020/20201029/20201029-caa-draft-minutes-mrc-20200917.ashx

Package A failed in a sector-weighted vote with 1.29 in favor. Package D failed in a sector-weighted vote with 2.56 in favor. Alternate Motion passed in a sector-weighted vote with 3.98 in favor.

Appendix I: Supplemental Documents

Committee Page: <u>https://pjm.com/committees-and-groups/task-forces/ccstf</u> Issue Tracking: <u>https://pjm.com/committees-and-groups/issue-tracking/issue-tracking-</u> details.aspx?Issue=fdd40adf-8d4c-4ecf-bea2-c34793ccf226



Original FERC Docket: ER21-278-000

Approved FERC Docket: ER21-2043-000 (effective date of August 1, 2021 for 2023/24 DY)

*The Joint Stakeholder package with Alternate Motion was endorsed by stakeholder and filed with FERC in Docket ER21-278-000. FERC rejected this filing and, as a result, PJM filed Package A which was accepted by FERC.

Appendix II: PJM Participation

Facilitator: Melissa Pilong Secretary: Jaclynn Lukach Advocate: Andrew Levitt Subject Matter Expert: Patricio Rocha-Garrido Subject Matter Expert: Pat Bruno Subject Matter Expert: Jerry Bell Subject Matter Expert: Jim Dolan Subject Matter Expert: Murty Bhavaraju PJM Legal: Thomas DeVita

Appendix III: Stakeholder Participation

WebEx Attendance

| Last Name | First Name | Company Name | Sector |
|---------------|------------|--|----------------------|
| Anders | Dave | PJM Interconnection | Not Applicable |
| Baur | Sean | GlidePath Development LLC | Not Applicable |
| Bell | Jerry | PJM Interconnection | Not Applicable |
| Benchek | Jim | First Energy Solutions Corp | Transmission Owner |
| Bennett | Stephen | PJM Interconnection | Not Applicable |
| Bernabeu | Emanuel | PJM Interconnection | Not Applicable |
| Breidenbaugh | Aaron | Martha's Vineyard Female Founders Conference | Not Applicable |
| Brodbeck | John | EDP Renewables North America LLC | Generation Owner |
| Bruno | Joshua | PJM Interconnection | Not Applicable |
| Bryson | Michael | PJM Interconnection, LLC | Not Applicable |
| Canter | David | Appalachian Power Company (AEP Generation) | Transmission Owner |
| Carmean | Gregory | Organization of PJM States | Not Applicable |
| Chang | Sean | Shell Energy North America (US), L.P. | Other Supplier |
| Chmielewski | Brian | PJM Interconnection | Not Applicable |
| Соссо | Michael | Old Dominion Electric Cooperative | Electric Distributor |
| Coyle | Billy | Dominion Virginia Power | Transmission Owner |
| Curtis | Kenneth | Enverus | Not Applicable |
| D'Alessandris | Lou | First Energy Solutions, Corp | Transmission Owner |
| Denby | Brett | Northern Virginia Electric Cooperative (NOVEC) | Electric Distributor |
| Dossin | Sophia | Invenergy Energy Management, LLC | Generation Owner |

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| Drom | Rick | Other | Not Applicable |
|---------------|-----------|---|--------------------------------------|
| Dugan | Chuck | East Kentucky power Cooperative, Inc. | Transmission Owner |
| Elkins | Rachel | First Energy Solutions Corp | Transmission Owner |
| Ericson | Christine | State of Illinois | Not Applicable |
| Fan | Zhenyu | PJM Interconnection | Not Applicable |
| Feierabend | Richard | Dominion Energy | Electric Distributor |
| Filomena | Guy | Customized Energy Solutions, Ltd | Not Applicable |
| Fink | Sari | American Wind Energy Association | Not Applicable |
| Foladare | Kenneth | Geenex Solar, LLC | Generation Owner |
| Ford | Adrien | Old Dominion Electric Cooperative | Electric Distributor |
| Foster-Cronin | Denise | East Kentucky power Cooperative, Inc. | Transmission Owner |
| Fuess | Christian | PBF Marketing, LLC | Generation Owner |
| Gates | Terry | Appalachian Power Company (AEP Generation) | Transmission Owner |
| Gilani | Rehan | ConEdison Energy, Inc | Other Supplier |
| Good | Megan | Pennsylvania Public Utility Commission | Not Applicable |
| Granstrand | Luke | Dominion Energy | Electric Distributor |
| Greening | Michelle | PJM Interconnection | Not Applicable |
| Guntle | Vince | American PowerNet Management | End-Use Customer |
| Hastings | David | David Hastings | Not Applicable |
| Hathcock | Jason | David Hastings | Not Applicable |
| Hauske | Tom | PJM Interconnection | Not Applicable |
| Heisey | Brad | Tenaska | Generation Owner |
| Hoatson | Tom | West Deptford Energy, LLC | Generation Owner |
| Hohenshilt | Jennifer | Talen Energy Marketing, LLC | Generation Owner |
| | | | |
| Horning | Lynn | Customized Energy Solutions, Ltd | Not Applicable Transmission Owner |
| Horstmann | John | Dayton Power & Light Company (The) | |
| Hyzinski | Tom | GT Power Group | Not Applicable |
| Janicki | Diane | Boston Energy Trading and Marketing | Other Supplier |
| Jett | William | Duke Energy Business Services LLC | Transmission Owner |
| Johnson | Carl | Customized Energy Solutions, Ltd | Not Applicable |
| Kalle | Ibrahima | | Not Applicable |
| Kauffman | Brian | Enel X North America, Inc | Other Supplier |
| 17 11 | | Brookfield Renewable Trading and Marketing | |
| Kelly | Stephen | LP (BSMH) | Other Supplier |
| Kilgallen | Kevin | Avangrid Renewables, LLC | Generation Owner |
| Kogut | George | New York Power Authority | Other Supplier |
| Kozhuharov | Dimitar | Delaware Municipal Electric Corporation, Inc. | Electric Distributor |
| Ladin | Sarah | NYU | Not Applicable |
| Levitt | Andrew | PJM Interconnection | Not Applicable |
| Libbos | Robin | Allegheny Power (MonPwr Gen) | Not Applicable |
| Lopez | Anthony | | Not Applicable |
| Lorii | Regina | Delaware Public Utility Commietions | Not Applicable |
| Lukach | Jaclynn | PJM Interconnection | Not Applicable |
| Mabry | David | McNees Wallace & Nurick LLC | Not Applicable |
| Mariam | Yohannes | Office of the People's Counsel | Not Applicable |
| McArdle | Brian | Nextera Energy | |
| McDewell | Christian | Pennsylvania Public Utility Commission | Not Applicable |
| McGlynn | Paul | PJM Interconnection | Not Applicable |



| McNeil | Justin | Kentucky | Not Applicable |
|------------------------|-------------|---|----------------------|
| Midgley | Sharon | Exelon Business Services Company, LLC | Transmission Owner |
| Moye | Bob | TYR Energy | Not Applicable |
| Nix | Emma | Gabel & Associates | Not Applicable |
| Okenfuss-Savion | James | Savion Energy | Not Applicable |
| Ondayko | Brock | AEP Energy Partners, Inc. (AEP Gen Resources) | Transmission Owner |
| Patel | Keyer | PJM Interconnection | Not Applicable |
| Peacey | Denelle | TransAlta Energy Marketing, Inc | Other Supplier |
| Philips | Marji | LS Power | Not Applicable |
| Phillips | Darlene | PJM Interconnection | Not Applicable |
| Pilong | Christopher | PJM Interconnection | Not Applicable |
| Pilong | Melissa | PJM Interconnection | Not Applicable |
| Pradhan | Salil | Elk Hill Solar 1, LLC | Not Applicable |
| Procuniar | Jason | Ohio's Electric Cooperatives | Not Applicable |
| Pungaliya | Rajat | Pine Gate Renewables | Not Applicable |
| Rocha-Garrido | Patricio | PJM Interconnection | Not Applicable |
| Rodriquez | Tomas | OPSI | Not Applicable |
| Rohrbach | John | Wabash Valley Power Association | Electric Distributor |
| Rutigliano | Tom | Natural Resources Defense Council | Not Applicable |
| Sasser | Jonathan | Customized Energy Solutions, Ltd | Not Applicable |
| Schmitt | David | New Jersey Board of Public Utilities | Not Applicable |
| Schuyler | Ken | PJM Interconnection | Not Applicable |
| Sotkiewicz | Paul | E-Cubed Policy Associates | Not Applicable |
| Stern | Alex | Public Service Electric & Gas Company | Transmission Owner |
| Strella | Lauren | PJM Interconnection | Not Applicable |
| Svenson | Heather | Public Service Electric & Gas | Transmission Owner |
| Swalwell | Brad | Tangent Energy Marketing, Inc | Other Supplier |
| Sweeney | Rory | GT power Group | Not Applicable |
| Walker | Tori | Pine Gate Renewables | Not Applicable |
| Watson | Brian | Appalachian Power Company (AEP Generation) | Transmission Owner |
| Whitehead | Jeff | GT Power Group | Not Applicable |
| Wilson | James | | Not Applicable |
| Wiserky | Megan | Madison Gas & Electric Company | Other Supplier |
| Yoder | Michael | RTO Insider | Not Applicable |